DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 7500 Security Boulevard, Mail Stop S2-26-12 Baltimore, Maryland 21244-1850



Center For Medicaid and State Operations Family and Children's Health Program Group

January 27, 2004

Doug Porter, Assistant Secretary Medical Assistance Administration Department of Social and Health Services PO Box 45080 Olympia, WA 98505-0095

Dear Mr. Porter:

I am pleased to inform you that the Centers for Medicare & Medicaid Services (CMS) is approving Washington's request to amend its Disease Management Program authorized under section 1915(b)(4) of the Social Security Act. The amendment made changes needed to come into compliance with the Medicaid Managed Care regulation in 42 CFR Part 438.

I have based my decision on the evidence submitted showing that the program is consistent with the purposes of the Medicaid program, has met statutory and regulatory requirements for access to care and quality of services, and will continue to be a cost-effective means of providing health care services to Washington's Medicaid population.

We appreciate the State's efforts in initiating this program which provides for accessible, quality and cost-effective health care for Medicaid enrollees, and we wish you much success in your continuing activities in this area.

Sincerely,

/s/

Michael Fiore, Director Division of Integrated Health Systems

cc: Karen O'Connor, Region X